

DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS

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**ADP BULLETIN**

Title FISCAL YEAR 2000-01 BUDGET ACT ALLOCATION, 2.0		Issue Date: 8-14-00 Expiration Date: Until Notified	Issue No. 00-26
Deputy Director Approval (signed by) Gloria J. Merk, II Program Operations Division	Function: <input type="checkbox"/> Information Management <input type="checkbox"/> Quality Assurance <input type="checkbox"/> Service Delivery <input checked="" type="checkbox"/> Fiscal <input type="checkbox"/> Administration	Supersedes Bulletin/ADP Letter No. ADP – 00-04 , dated 2-22-00	

PURPOSE

This bulletin conveys funding information for alcohol and other drug services to counties. The specific information is based on the Fiscal Year (FY) 2000-01 Budget Act. Included in this bulletin are: (1) a briefing on funding and program information; (2) funding allocation methodologies; (3) a statewide allocation summary; and (4) individual county allocation notices.

DISCUSSION

The Department is pleased to announce a State General Fund (SGF) increase of over \$25 million to address alcohol and drug services in California. The increased SGF is targeted for youth treatment services, gaps in the adult service system, perinatal funds, and the Drug Medi-Cal (DMC) program. Other highlights of the FY 2000-01 Budget Act Allocation include an increase in the Substance Abuse Prevention Treatment (SAPT) Block Grant. Included in this allocation are:

- \$109,133,000 SGF
- \$10,815,000 Reimbursement funds (excluding DMC federal financial participation)
- \$277,400,144 SAPT Block Grant federal funds
- \$4,309,168 Safe and Drug Free Schools and Communities (SDFSC) Grant.

Funding Increases:***State General Funds***

- \$7.7 million SGF is allocated to address gaps in the adult treatment services system with a focus on adults served in other categorical programs.

- \$5.7 million SGF for youth treatment services.
- An augmentation of \$2.5 million, for a total of \$6.1 million, for the perinatal Women and Children's Residential treatment services programs.

SAPT Block Grant Funds

The SAPT Block Grant increase included in the allocation consists of the following one-time and ongoing funds:

SAPT Increase	One-Time FFY 2000	Ongoing FFY 2001
Discretionary funds	\$2,893,563	
Prevention Set Aside	\$1,257,445	\$1,257,445
HIV Set Aside	\$ 314,361	\$ 314,361
Youth Treatment	\$2,666,417	

Unexpended Federal Funds from Fiscal Year 1999-00

Pursuant to Assembly Bill 1740, (Chapter 52, Statutes of 2000), the Budget Act for FY 2000-01, the Department of Alcohol and Drug programs must, to the extent permissible under federal statutes and regulations, direct counties to expend up to \$20,935,000 of one-time federal carry-over funds for the provision of prevention and treatment services for youth. The federal carryover funds are SAPT block grant funds and SDFSC grant funds.

The term "permissible under federal statutes and regulations" and Health and Safety Code section means that the utilization of the SAPT carryover funds for youth prevention and treatment services would not result in the breach of one or more federal SAPT block grant statutory or regulatory requirements. Such requirements include but are not limited to:

1. Title 42, United States Code, Section 300x-62(a) regarding the time frames for obligating and expending SAPT block grant funds.
2. Title 42, United States Code, Section 300x-22 regarding primary prevention program services to pregnant women and women with dependent children, and the allocations regarding alcohol and other drugs.
3. Title 42, United States Code, Section 300x-24 regarding tuberculosis and human immunodeficiency virus.

DMC Program Services:

Legislation was passed that authorizes reimbursement for medically necessary day care habilitative (DCH) services and the provision of case management and aftercare services as part of the DMC benefit. The process to make these services reimbursable, requires the State to seek an amendment to the State Plan. At this time, the Department is working closely with the Department of Health Services to prepare and submit two State Plan Amendments: one for the expansion of DCH services to all Medi-Cal eligible beneficiaries, not just pregnant, postpartum and Early and Periodic Screening, Diagnosis and Treatment clients; and the second to add aftercare and case management services. Reimbursement for services through the Medi-Cal program is not available until amendments to the State Plan are approved by the federal Health Care Financing Agency and notice is given to county alcohol and drug program administrators and certified DMC providers. Notice will be made as soon as each approval is obtained.

Improvements to the Allocation Notices

To continuously improve and simplify the allocation notices, the following three changes to the allocation notices have been made.

- A separate subcategory within SGF for youth treatment.
- Perinatal Ongoing SGF and Perinatal Expansion Program funds were merged into one line.
- The SDFSC Community Prevention and the Community Prevention Ongoing Increase were merged into one line.

Required Reports to the Legislature on New Funding Priorities

Because there are several changes to the budgetary and cost report forms this year due to tracking of funds by federal grant award, the Department is collaborating with the Fiscal Work Group to minimize the administrative burden by devising an alternative reporting system for one-time or short-term funds. Further communication will be sent under separate cover once decisions on the reporting format have been made.

REFERENCES:

None

HISTORY:

ADP [00-04](#), dated February 22, 2000

QUESTIONS/MAINTENANCE

Please direct questions concerning the statewide and individual county allocation notices to Marjorie Saavedra, Supervisor, Fiscal Policy Section, Program and Fiscal Policy Branch, at (916) 327-4178. Additional copies of this document may be requested through the Resource Center at (800) 879-2772, or on the Department's Webpage at www.adp.cahwnet.gov/.

EXHIBITS

1. [FY 2000-01 Budget Act Allocation Funding and Program Overview](#)
2. [FY 2000-01 Budget Act Allocation Methodologies](#)
3. [FY 2000-01 Statewide Summary Sheet, Allocation Version 2.0](#)
4. [Individual County Allocation Notice \(Statewide, detailed allocation summary is available through the Department's webpage in lieu of the individual allocation notices.\)](#)

DISTRIBUTION

1. County Alcohol and Drug Program Administrators
2. Wagerman Associates, Inc.
3. Director's Advisory Council